



ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Peninsula Clean Energy Authority

Management is responsible for the accompanying financial statements of Peninsula Clean Energy Authority (a California Joint Powers Authority) which comprise the statement of net position as of September 30, 2016, and the related statement of revenues, expenses, and changes in net position, and the statement cash flows for the period then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Authority's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to the Authority because we performed certain accounting services that impaired our independence.

Maher Accountancy

San Rafael, CA
November 8, 2016



PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF NET POSITION

As of September 30, 2016

ASSETS

Current assets	
Cash and cash equivalents	\$ 4,616,142
Other receivables	1,421,633
Interest receivable	5,259
Prepaid expenses	55,200
Total current assets	<u>6,098,234</u>
Noncurrent assets	
Capital assets, net of depreciation	1,619
Deposits	100,000
Total noncurrent assets	<u>101,619</u>
Total assets	<u>6,199,853</u>

LIABILITIES

Current liabilities	
Accounts payable	4,767
Accrued interest payable	15,136
Accrued payroll	17,406
Other accrued liabilities	115,665
Total current liabilities	<u>152,974</u>
Noncurrent liabilities	
Loan payable to bank	3,000,000
Loans payable to County of San Mateo	4,480,800
Total noncurrent liabilities	<u>7,480,800</u>
Total liabilities	<u>7,633,774</u>

NET POSITION

Net investment in capital assets	1,619
Unrestricted	<u>(1,435,540)</u>
Total net position	<u>\$ (1,433,921)</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF REVENUES, EXPENSES

AND CHANGES IN NET POSITION

July 1, 2016 through September 30, 2016

OPERATING REVENUES

Electricity sales, net	\$	-
Green electricity premium		-
Total operating revenues		<u>-</u>

OPERATING EXPENSES

Staff compensation and benefits	104,370
Consultants and other professional fees	81,918
Legal	77,177
Communications and noticing	131,073
General and administration	29,020
Depreciation	46
Total operating expenses	<u>423,604</u>
Operating income (loss)	<u>(423,604)</u>

NONOPERATING REVENUES (EXPENSES)

Interest income	5,259
Interest and related expense	(37,525)
Financing costs	(23,202)
Total nonoperating revenues (expenses)	<u>(55,468)</u>

CHANGE IN NET POSITION

Net position at beginning of period	<u>(954,849)</u>
Net position at end of period	<u>\$ (1,433,921)</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS
July 1, 2016 through September 30, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

Payments to purchase electricity	\$ (55,200)
Payments for staff compensation	(109,910)
Payments for consultants and other professional fees	(241,157)
Payments for communications and noticing	(131,074)
Payments for general and administration	<u>(25,367)</u>
Net cash provided (used) by operating activities	<u>(562,708)</u>

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES

Deposits and collateral paid	(100,000)
Interest and related expense payments	(29,051)
Finance costs	<u>(23,202)</u>
Net cash provided (used) by non-capital financing activities	<u>(152,253)</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Acquisition of capital assets	<u>(1,665)</u>
Net change in cash and cash equivalents	(716,626)
Cash and cash equivalents at beginning of year	<u>5,332,768</u>
Cash and cash equivalents at end of period	<u>\$ 4,616,142</u>

PENINSULA CLEAN ENERGY AUTHORITY

STATEMENT OF CASH FLOWS (continued)

July 1, 2016 through September 30, 2016

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET
CASH PROVIDED BY OPERATING ACTIVITIES**

Operating income (loss)	\$	(423,604)
Adjustments to reconcile operating income to net cash provided (used) by operating activities		
Depreciation expense		46
(Increase) decrease in other receivables		(300)
(Increase) decrease in prepaid expenses		(55,200)
Increase (decrease) in accounts payable		4,767
Increase (decrease) in accrued liabilities		(88,417)
Net cash provided (used) by operating activities	\$	<u>(562,708)</u>